

**ANNUAL REPORT
OF THE
DETROIT AND MACKINAC
RAILWAY COMPANY**

**FOR THE FISCAL YEAR ENDING DECEMBER 31st
1942**

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DETROIT AND MACKINAC RAILWAY COMPANY

DIRECTORS AND OFFICERS

BOARD OF DIRECTORS

CHARLES A. PINKERTON	East Tawas, Mich.
ELIZABETH P. McHARG	Ridgefield, Conn.
DAVID D. HULL	Roanoke, Va.
WALTER B. GUY	Washington, D. C.
EDWARD REISER	Saginaw, Mich.

OFFICERS

CHARLES A. PINKERTON, President and General Manager	Tawas City, Michigan
R. J. McMULLEN, Vice-President, Supt., and Traffic Manager	Alpena, Michigan
GEORGE J. BERGEVIN, Vice-President and Auditor	Tawas City, Michigan
N. W. SALSBERRY, Secretary and Treasurer	Tawas City, Michigan
R. W. HICKEY, Purchasing Agent	Tawas City, Michigan
CARL R. HENRY, General Counsel	Alpena, Michigan

FISCAL AND TRANSFER AGENTS

J. P. Morgan & Company	New York, N. Y.
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REGISTRAR OF STOCK

Central Hanover Bank and Trust Company	New York, N. Y.
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ANNUAL MEETING

The last Tuesday in April is the date of Annual Meeting of Stockholders
General Office

COLEGROVE, MURPHY & TREPANIER
CERTIFIED PUBLIC ACCOUNTANTS
LAFAYETTE BUILDING
DETROIT

Albert M. Colegrove, C. P. A.
Harry L. Murphy, C. P. A.
J. C. Trepanier, C. P. A.

February 16, 1943

Mr. George J. Bergevin,
Vice-President and Auditor,
Detroit and Mackinac Railway Company,
Tawas City, Michigan

Dear Sir:

Pursuant to your request, we have made a cash audit of the accounts of the Detroit and Mackinac Railway Company for the year ended December 31, 1942, and herewith present statements showing the result of the operation of your company for the period under review.

We certify that, according to the books and records, the attached balance sheet reflects the true financial condition of your company as at December 31, 1942, and the accompanying schedules are a correct expression of the results of your operations for the year ended on that date.

Very truly yours,

COLEGROVE, MURPHY & TREPANIER,
By Albert M. Colegrove,
Certified Public Accountant.

DETROIT AND MACKINAC RAILWAY COMPANY

ANNUAL REPORT

Tawas City, Michigan
February 5th, 1943.

To the Stockholders of the Detroit and Mackinac Railway Company:

The Annual Report of the Board of Directors for the year ending December 31st, 1942, is herewith submitted.

The business of the Company during 1942 was influenced largely by the construction of two Airfields in the program of National Defense. Total operating revenues were \$1,189,479.04, exceeding those of 1941 by \$343,919.78, or 40.7 per cent. Freight revenues were \$1,003,887.30, an increase of \$280,862.58. With the completion of the Airfields, freight business dropped to normal at the close of the year.

Passenger revenue was \$56,958.81, an increase of \$28,982.39. The increase in passenger revenues reflects the return of passenger travel to the rails, and the increase in the rate per mile.

Operating expenses increased \$85,022.61, or 13.2 per cent. The ratio of operating expenses to revenues was 61.2 per cent, a decrease of 14.9 per cent. The ratio of transportation expenses to operating revenues was 29.1 per cent. The increase in operating expenses was due primarily to the increase in the volume of traffic moved; and, secondarily, to the increase in wages, and the increased cost of fuel and materials.

The shortage of available labor and materials retarded maintenance work on your Company's equipment, roadway, track, and structures during the year. Our small ownership of freight cars, and the age of our locomotives, requiring heavy and expensive running repairs, were obstacles in the efficient and economical movement of tonnage handled in greater volume this year.

During the year, 2.2 track miles of new 90-lb. rail was placed in your Company's track, replacing lighter weight rail. Reclaimed 85-lb. rail for 5.0 track miles was placed in your Company's track on the North Division, replacing lighter weight rail. Additional ballast was applied to .8 miles of track, and .57 miles of side tracks were constructed at various points, 3.59 miles of private track were built during the year. Depots, water tanks, and Tawas Shop buildings were repaired and painted.

Railway tax accruals for the year 1942, including Railroad employees retirement taxes, and Railroad unemployment insurance taxes drew heavily on operating revenues, and are a substantial increase over 1941 taxes.

There were no new industries established during the year, and no War Industries are located on your Company's Line.

Mr. R. J. McMullen was elected First Vice-President of your Company on May 8th, 1942.

The Board of Directors record their gratitude and appreciation to the officers and employees, including those on leave of absence in the service of their Country, for their loyalty, earnest, and efficient efforts to carry out the duties assigned to them.

For the Board of Directors,

C. A. PINKERTON,
President.

DETROIT AND MACKINAC RAILWAY COMPANY

Tawas City, Mich., Jan. 23, 1943

**CHARLES A. PINKERTON, ESQ.,
President.**

Dear Sir:

I herewith submit statements of the General Accounts and tables showing the result of operations of the Detroit and Mackinac Railway Company for the fiscal year ended December 31st, 1942, as follows:

TABLE A—Condensed General Balance Sheet.

TABLE B—Income Account.

TABLE C—Particulars of Bonded Debt.

TABLE D—Comparative Financial Statement.

TABLE E—Revenues and Expenses by Years.

TABLE E-1—Net Revenue from Railway Operations and Tax Accruals by Years.

TABLE F—Details of Operating Expenses.

TABLE G—Mileage.

TABLE H—Classification of Freight Tonnage, 1941 and 1942.

TABLE I—Statistics for Years 1941 and 1942.

TABLE J—Equipment.

TABLE K—Yard Tracks, Sidings and Spurs built and taken up during year.

Respectfully,

**GEORGE J. BERGEVIN,
Vice-President and Auditor.**

TABLE A

DETROIT AND MACKINAC RAILWAY COMPANY

**CONDENSED GENERAL BALANCE SHEET AS OF DECEMBER 31, 1942, AND COMPARISON WITH
GENERAL BALANCE SHEET AS OF DECEMBER 31, 1941, SHOWING INCREASE OR DECREASE**

ASSETS	Items	Total	Increase	Decrease
Investments:				
Investment in Road and Equipment	\$7,011,773.63	\$7,055,279.71		\$49,016.20
Miscellaneous Physical Property	39,860.06		\$ 23.97	563.24
Investments in Affiliated Companies	3,661.02			
Deposits in Lieu of Mortgage Property Sold	185.00			
Current Assets:				
Cash	348,233.10	671,770.51	180,725.91	
Special Deposits—J. P. Morgan Coupon Account	15,200.00		6,040.00	
Net Balances Receivable from Agts. and Conductors	36,946.96		19,402.47	
Miscellaneous Accounts Receivable	71,852.48		48,366.68	
Material and Supplies	199,439.04		17,676.32	
Other Current Assets	88.93		14.60	
Deferred Assets:				
Working Fund Advances	567.54	567.54		
Unadjusted Debits:				
Insurance Premiums Paid in Advance	1,263.71	16,874.87		1,481.40
Other Unadjusted Debits	15,611.16		9,651.16	
Total:				
				\$190,840.27
				\$7,744,452.63

TABLE A—(Continued)

LIABILITIES	Items	Total	Increase	Decrease
Capital Stock:				
Common Stock	\$2,000,000.00	\$2,950,000.00		
Preferred Stock	950,000.00			
Grants in Aid of Construction:				
Long Term Debt:				
First Lien Bonds	\$1,476,000.00			
Held in Treasury	104,000.00			
Outstanding		1,372,000.00		
Mortgage Bonds	\$1,750,000.00			
Held in Treasury	\$200,000.00			
Pledged as Collateral	300,000.00	500,000.00		
Outstanding		1,250,000.00		
Amounts Payable to Affiliated Companies:				
Current Liabilities:				
Traffic and Car Service Balances Payable	71,985.85			
Audited Accounts and Wages Payable	55,654.66			
Miscellaneous Accounts Payable	9,161.84			
Interest Matured Unpaid	15,200.00			
Unmatured Interest Accrued	8,990.00			
Accrued Tax Liabilities	39,029.71			
Other Current Liabilities	8,991.51			
Deferred Liabilities:				
Matured Interest in Default	25,000.00			
Other Deferred Liabilities	1,872.00			
Unadjusted Credits:				
Accrued Depreciation—Road	133,576.04			
Accrued Depreciation—Equipment	835,796.03			
Other Unadjusted Credits	479.05			
Corporate Surplus:				
Additions to Property through Income and Surplus	1,856,947.06			
Profit and Loss—Debit Balance	965,504.22			
Total		\$7,744,492.63	1,190,840.27	

TABLE B

DETROIT AND MACKINAC RAILWAY COMPANY

INCOME ACCOUNT, DECEMBER 31, 1942, COMPARED WITH FISCAL YEAR ENDED DECEMBER 31, 1941

	1942	1941	Increase	Decrease
Freight	\$1,003,887.30	\$ 723,024.72	\$280,862.58	
Passenger	56,958.81	27,976.42	28,982.39	\$ 6.50
Excess Baggage	17.13	23.63		506.81
Mail	42,545.95	43,052.76		
Express	18,403.01	12,411.15	5,991.86	
Other Passenger Train	1,456.38	1,634.07	177.69	
Milk	8,368.03	7,326.17	1,041.86	
Switching	8,439.67	21,983.41		13,543.74
Station, Train and Boat Privileges	91.91	83.19	8.72	
Parcel Room	4.60	3.10	1.50	
Storage—Freight	451.48	515.51		64.03
Demurrage	5,095.20	760.10	4,335.10	
Telegraph and Telephone	89.21	109.10		19.89
Rents of Buildings and Other Property	5,546.17	5,099.80	446.37	
Miscellaneous	38,115.24	1,541.01	36,574.23	
Joint Facility—Cr.	8.95	15.12		6.17
Total Operating Revenues	<u>\$1,189,479.04</u>	<u>\$ 845,559.26</u>	<u>\$343,919.78</u>	
OPERATING EXPENSES				
Maintenance of Way and Structures	\$ 171,335.61	\$ 146,977.75	\$ 24,357.86	
Maintenance of Equipment	163,681.64	134,316.46	29,365.18	

TABLE B—(Continued)

	1942	1941	Increase	Decrease
Traffic Transportation—Rail Line	\$ 8,825.45	\$ 10,285.54		\$ 1,460.09
Miscellaneous Operations	345,188.18	313,357.26		43.51
General		43.51		672.68
Transportation for Investment—Cr.	39,284.08	39,956.76		1,644.93
		1,644.93		
Total Operating Expenses	\$ 728,314.96	\$ 643,292.35	\$ 85,022.61	
Net Operating Revenue	461,164.08	202,266.91	258,897.17	
Railway Tax Accruals	53,262.32	41,775.56	11,486.76	
Railway Operating Income	\$ 407,901.76	\$ 160,491.35	\$247,410.41	
Income from Lease of Road and Equipment	1,908.01	1,868.33	39.68	
Miscellaneous Rent Income	2,064.17	2,098.78		34.61
Miscellaneous Non-Operating Physical Property	1,778.31	976.21	802.10	
Miscellaneous Income	132.00	141.50		9.50
Equipment Rents	† 66,107.05	† 53,565.74		12,561.31
Joint Facility Rents	122.99	† 989.46	1,112.45	
Total Income	\$ 347,800.19	\$ 111,020.97	\$236,779.22	
Miscellaneous Rents	35.00	34.50	.50	
Miscellaneous Tax Accruals	1,042.72	1,084.39		42.17
Interest on Funded Debt	110,449.37	111,813.89		1,364.52
Interest on Unfunded Debt		4.12		4.12
Miscellaneous Income Charges	1,802.93	1,956.54		153.61
Income Balance Transferred to Profit and Loss	\$ 234,470.17	*\$ 3,872.97	\$238,343.14	
†Debit *Deficit				

TABLE B—(Continued)

DETROIT AND MACKINAC RAILWAY COMPANY**PROFIT AND LOSS ACCOUNT**

Debit Balance, January 1, 1942	\$1,187,099.63	
Credit Balance Transferred from Income		\$ 234,470.17
Miscellaneous Credits		9,530.27
Debits from Retired Road and Equipment	22,397.82	
Miscellaneous Debits	7.21	
Debit Balance Carried to Balance Sheet		965,504.22
	\$1,209,504.66	\$1,209,504.66

TABLE C

PARTICULARS OF BONDED DEBT

Class of Bonds	Amount Outstanding	INTEREST		Interest Accrued During Year	Principal Due
		Rate	When Payable		
First Lien	\$1,372,000.00	4%	June and December	\$ 54,880.00	June 1, 1995
Mort.	1,250,000.00	4%	June and December	50,000.00	June 1, 1995
	\$2,622,000.00			\$104,880.00	

TABLE D

DETROIT AND MACKINAC RAILWAY COMPANY

COMPARATIVE FINANCIAL STATEMENT

CURRENT ASSETS	Dec. 31, 1940	Dec. 31, 1941	Dec. 31, 1942
Cash	\$ 136,077.91	\$ 167,507.19	\$ 348,233.10
Special Funds	3,340.00	9,160.00	15,200.00
Due from Station Agents and Others	44,842.97	41,114.62	108,898.37
Material and Supplies	177,317.67	181,762.72	199,439.04
Prepaid and Deferred Charges	5,090.15	3,312.65	1,831.25
Other Unadjusted Debits	6,808.97	5,960.00	15,611.16
Totals	\$ 373,477.67	\$ 408,817.18	\$ 689,212.92
LESS CURRENT LIABILITIES			
Audited Vouchers and Pay Rolls	\$ 54,913.91	\$ 45,427.04	\$ 55,654.66
Notes Payable	175,000.00	175,000.00	75,000.00
Accrued Taxes, Interest and Traffic Balances	106,871.70	129,258.61	180,230.91
Totals	\$ 336,785.61	\$ 349,685.65	\$ 310,885.57
Net Assets	\$ 36,692.06	\$ 59,131.53	\$ 378,327.35
CAPITAL ASSETS			
Cost of Road	\$6,040,417.15	\$6,025,457.35	\$5,964,406.47
Cost of Equipment	1,107,359.28	1,075,332.48	1,047,367.16
Miscellaneous Physical Property	40,737.08	39,636.09	39,660.06
Investments in Affiliated Companies	5,913.97	4,224.26	3,661.02
Deposits for Property Sold	185.00	185.00	185.00
Totals	\$7,194,612.48	\$7,144,835.18	\$7,055,279.71
REPRESENTING			
Bonds Issued—First Lien	\$1,372,000.00	\$1,372,000.00	\$1,372,000.00
Bonds Issued—Mortgage	1,250,000.00	1,250,000.00	1,250,000.00
Stock Issued—Common	2,000,000.00	2,000,000.00	2,000,000.00
Stock Issued—Preferred	950,000.00	950,000.00	950,000.00
Reserves	957,241.01	961,033.18	969,372.07
Grants in Aid of Construction	313.10	313.10	313.10
Other Unadjusted Credits	4,265.44	773.00	479.05
Additions to Property through Income and Surplus	1,856,947.06	1,856,947.06	1,856,947.06
Surplus	*\$1,159,462.07	*\$1,187,099.63	* \$965,504.22
Totals	\$7,231,304.54	\$7,203,966.71	\$7,433,607.06

*Deficit

TABLE E

DETROIT AND MACKINAC RAILWAY COMPANY

REVENUES AND EXPENSES BY YEARS

REVENUES	1938 Amount	Per Cent	1939 Amount	Per Cent	1940 Amount	Per Cent	1941 Amount	Per Cent	1942 Amount	Per Cent
Freight	\$760,616.55	86.64	\$748,955.10	85.42	\$729,931.11	85.91	\$723,024.72	85.50	\$1,003,887.30	84.39
Passenger	31,473.23	3.59	30,302.15	3.46	25,604.09	3.01	27,976.42	3.31	56,958.81	4.79
Mail	42,764.63	4.87	42,506.91	4.85	42,811.67	5.04	43,052.76	5.09	42,545.95	3.58
Express	9,626.87	1.10	13,847.29	1.58	13,015.06	1.53	12,411.15	1.47	18,403.01	1.55
Milk	8,771.08	1.00	8,490.46	.97	7,425.48	.87	7,326.17	.87	8,368.03	.70
Other Sources	24,663.87	2.80	32,707.15	3.72	30,892.30	3.64	31,768.04	3.76	59,315.94	4.99
Total	\$877,856.23	100%	\$876,809.06	100%	\$849,680.71	100%	\$845,559.26	100%	\$1,189,479.04	100%
EXPENSES										
Maint. Way and Structures	\$138,121.28	21.90	\$129,267.43	20.08	\$139,608.68	22.39	\$146,977.75	22.85	\$ 171,335.61	23.53
Maintenance Equipment ..	139,265.15	22.09	168,761.53	26.22	141,278.86	22.65	134,316.46	20.88	163,681.64	22.48
Traffic	11,839.71	1.88	11,664.86	1.82	11,332.30	1.82	10,285.54	1.60	8,825.45	1.21
Transportation	306,232.74	48.56	299,689.50	46.56	298,028.18	47.78	313,357.26	48.71	345,188.18	47.39
Miscellaneous Operations ..	128.43	.02	314.50	.06	234.81	.04	43.51	.01		
General	36,910.16	5.85	37,093.77	5.76	37,513.71	6.02	39,956.76	6.21	39,284.08	5.39
Transportation for Investment—Cr.	1,897.82	.30	3,128.13	.49	4,367.50	.70	1,644.93	.26		
Total	\$630,599.65	100%	\$643,663.46	100%	\$623,629.04	100%	\$643,292.35	100%	\$ 728,314.96	100%
Net Earnings	\$247,256.58	28.17	\$233,145.60	26.59	\$226,051.67	26.60	\$202,266.91	23.92	\$ 461,164.08	38.77
Taxes	34,839.55	3.98	43,708.16	4.98	41,753.93	4.91	41,775.56	4.94	53,262.32	4.48
Net Earnings, less Taxes	\$212,367.03	24.19	\$189,437.44	21.61	\$184,297.74	21.69	\$160,491.35	18.98	\$ 407,901.76	34.29

TABLE E-1

DETROIT AND MACKINAC RAILWAY COMPANY

RAILWAY OPERATING REVENUES, EXPENSES AND TAX ACCRUALS BY YEARS

Year	Revenues	Expenses	Net Revenue	Railway Tax Accruals	Net Revenue Less Tax Accruals
1931	\$1,000,892.10	\$ 734,866.26	\$266,025.84	\$ 70,731.10	\$195,294.74
1932	759,894.83	606,788.00	153,106.83	50,001.27	103,105.56
1933	601,960.77	508,924.72	93,036.05	42,747.21	50,288.84
1934	632,904.36	514,332.73	118,571.63	*	116,838.36
1935	654,505.91	548,623.57	105,882.34	15,247.76	90,634.58
1936	803,484.39	605,305.79	198,178.60	21,118.51	177,060.09
1937	885,445.46	694,643.86	190,801.60	35,134.67	155,666.93
1938	877,856.23	630,599.65	247,256.58	34,889.55	212,367.03
1939	876,809.06	643,663.46	233,145.60	43,708.16	189,437.44
1940	849,680.71	623,629.04	226,051.67	41,753.93	184,297.74
1941	845,559.26	643,292.35	202,266.91	41,775.56	160,491.35
1942	1,189,479.04	728,314.96	461,164.08	53,262.32	407,901.76

*Includes \$26,714.43 Credit Adjustment

TABLE F

DETROIT AND MACKINAC RAILWAY COMPANY

OPERATING EXPENSES

1942 COMPARED WITH 1941

MAINTENANCE OF WAY AND STRUCTURES

	Amount	Increase	Decrease
Superintendence	\$ 12,372.84		\$ 1,116.36
Roadway Maintenance	13,199.77	\$ 3,498.06	
Bridges, Trestles, and Culverts	2,178.57	1,032.09	
Ties	20,129.54		502.12
Rails	10,179.06	6,463.20	
Other Track Material	5,624.93		1,622.78
Ballast	1,302.24		44.86
Track Laying and Surfacing	72,854.02	13,115.91	
Fences, Snow Sheds, and Signs	3,117.72		1,159.01
Station and Office Buildings	4,026.57	1,636.75	
Roadway Buildings	1,336.51	525.60	
Water Stations	2,348.34	2,320.69	
Fuel Stations	872.24		69.04
Shops and Enginehouses	2,985.89		947.87
Telegraph and Telephone Lines	1,550.77		324.04
Signals and Interlockers	367.71		251.85
Power Plants	85.84	81.04	
Power Transmission Systems	44.02		311.25
Miscellaneous Structures	3.45	.06	
Roadway Machines	2,964.05	826.57	
Small Tools and Supplies	2,576.60	485.19	
Removing Snow, Ice, and Sand	7,180.11		158.94
Public Improvements, Maintenance	721.50		274.89
Injuries to Persons	574.82	139.53	
Insurance	995.48		20.45
Stationery and Printing	290.56	51.38	
Other Expenses	994.07	914.35	
Maintaining Joint Tracks, Yards, and Other Facilities—Dr.	941.88		7.61
Maintaining Joint Tracks, Yards, and Other Facilities—Cr.	483.49		78.51
Total	\$171,335.61	\$24,357.86	

TABLE F—(Continued)

MAINTENANCE OF EQUIPMENT

	Amount	Increase	Decrease
Superintendence	\$ 11,043.77	\$ 813.58	
Shop Machinery	1,143.14	228.31	\$ 358.72
Power Plant Machinery	256.91		297.10
Steam Locomotives—Repairs	39,621.34		
Other Locomotives—Repairs	101.41	45.98	
Freight-train Cars—Repairs	45,761.86	23,447.29	
Passenger-train Cars—Repairs	30,582.06	7,746.76	
Work Equipment—Repairs	1,132.31		1,222.52
Miscellaneous Equipment—Repairs	597.42	284.78	
Equipment—Retirements	127.46		859.19
Equipment—Depreciation	31,222.17		1,109.70
Injuries to Persons	372.19	186.79	
Insurance	475.49		20.76
Stationery and Printing	274.77	57.99	
Other Expenses	1,330.71	527.44	
Maintaining Joint Equipment—Dr.	127.94		50.38
Maintaining Joint Equipment—Cr.	489.31	55.37	
Total	\$163,681.64	\$29,365.18	

TRAFFIC

Superintendence	\$ 4,807.12	\$ 1,459.21
Advertising	358.53	103.82
Traffic Associations	1,105.06	\$ 60.61
Insurance	39.79	1.92
Stationery and Printing	2,514.95	40.41
Total	\$ 8,825.45	\$ 1,460.09

TRANSPORTATION—RAIL LINE

Superintendence	\$ 20,292.11	\$ 1,166.72
Dispatching Trains	4,077.01	376.12
Station Employees	51,798.86	4,061.90
Weighing, Inspection and Demurrage Bureaus	577.71	69.89
Station Supplies and Expenses	3,405.84	157.94
Yardmasters and Yard Clerks	5,960.72	
Yard Conductors and Brakemen	16,336.08	5,219.17
Yard Enginemen	11,094.33	2,619.71
Yard Switching Fuel	10,819.18	1,007.26
Water for Yard Locomotives	571.67	114.56
Lubricants for Yard Locomotives	304.14	71.96
Other Supplies for Yard Locomotives	73.35	.55
Enginehouse Expenses—Yard	6,431.54	697.23
Yard Supplies and Expenses	605.68	
Train Enginemen	36,992.51	6,554.19
Train Motormen	5,688.44	
Train Fuel	68,079.33	10,711.29
Water for Train Locomotives	2,572.59	807.37
Lubricants for Train Locomotives	1,645.01	274.32
Other Supplies for Train Locomotives	436.03	61.17
Enginehouse Expenses—Train	29,947.01	713.08
Trainmen	43,918.73	4,791.07

TABLE F—(Continued)

	Amount	Increase	Decrease
Train Supplies and Expenses	\$ 10,067.66		\$ 1,584.11
Signal and Interlocker Operation	343.91		278.56
Drawbridge Operation	3,885.64	\$ 968.78	
Telegraph and Telephone Operation	2,896.14	319.69	
Stationery and Printing	2,429.53		74.88
Other Expenses	2,390.80	646.12	
Insurance	370.69	2.55	
Clearing Wrecks .....	.19		2,145.88
Damage to Property	60.30	3.26	
Damage to Live Stock on Right of Way	78.38	17.42	
Loss and Damage—Freight	1,970.31		93.30
Loss and Damage—Baggage	4.00	4.00	
Injuries to Persons	1,044.94		1,464.94
Operating Joint Yards and Terminals—Dr. .	6,095.79		735.29
Operating Joint Yards and Terminals—Cr. .	6,527.45	601.90	
Operating Joint Tracks and Facilities—Dr. .	416.38		821.63
Operating Joint Tracks and Facilities—Cr. .	1,966.90	430.79	
Total	\$345,188.18	\$31,830.92	

MISCELLANEOUS OPERATIONS

Dining and Buffet Service	\$ 43.51
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GENERAL

Salaries and Expenses of General Officers ..	\$ 10,419.02	\$ 59.31
Salaries and Expenses of Clerks and Attendants	20,818.50	\$ 1,297.15
General Office Supplies and Expenses	509.10	192.79
Law Expenses	3,104.52	378.59
Insurance	131.48	1.38
Pensions	417.81	413.04
Stationery and Printing	2,248.39	887.74
Other Expenses	1,635.26	165.62
Total	\$ 39,284.08	\$ 672.68

SUMMARY

Maintenance of Way and Structures	\$171,335.61	\$24,357.86
Maintenance of Equipment	163,681.64	29,365.18
Traffic	8,825.45	\$ 1,460.09
Transportation—Rail Line	345,188.18	31,830.92
Miscellaneous Operations	39,284.08	43.51
General		672.68
Transportation for Investment—Cr.		1,644.93
Total Operating Expenses	\$728,314.96	\$85,022.61

TABLE G

DETROIT AND MACKINAC RAILWAY COMPANY

STATEMENT OF MILEAGE, DECEMBER 31, 1942

MAIN LINE

North Bay City to Cheboygan	195.10
One-half Undivided Ownership—Foss to North Bay City .....	.26

BRANCHES

Omer to AuGres	7.95
National City to Prescott	12.26
Alabaster Junction to Alabaster	4.27
Hillman Junction to Emerson	10.38
Rogers City Junction to Rogers City	14.33
<hr/>	
Total	49.19
Total Main Line and Branches	244.55
Yard Tracks and Sidings	58.53
<hr/>	
Total, all Tracks (miles)	303.08

TABLE H

DETROIT AND MACKINAC RAILWAY COMPANY

CLASSIFICATION OF FREIGHT TONNAGE

Products of Agriculture:	1942 Tons	Per Cent	1941 Tons	Per Cent
Grain	3,702	.4	1,349	.2
Flour	2,614	.3	2,677	.4
Other Mill Products	1,857	.2	1,274	.2
Hay and Straw	904	.1	1,953	.3
Potatoes	7,592	.7	5,606	.8
Fruits and Vegetables	2,760	.3	4,937	.6
Sugar Beets	13,390	1.3	16,371	2.3
Other Products of Agriculture	3,768	.4	1,840	.3
<hr/>				
Totals	36,587	3.7	36,007	5.1

TABLE H—(Continued)

	1942 Tons	Per Cent	1941 Tons	Per Cent
Animals and Products:				
Live Stock	863	.1	433	.1
Wool	162		66	
Hides and Leather	4,683	.4	891	.1
Other Animals and Products	789	.1	861	.1
Totals	6,497	.6	2,251	.3
Products of Mines:				
Anthracite Coal	963	.1	620	.1
Bituminous Coal	38,634	3.9	30,176	4.3
Coke	1,559	.1	1,435	.2
Clay, Gravel, Sand and Stone	630,170	62.6	388,926	54.7
Petroleum—Crude			4,142	.6
Other Products of Mines	1,137	.1	1,493	.2
Totals	672,463	66.8	426,792	60.1
Products of Forests:				
Lumber, Shingles and Lath	12,098	1.2	11,460	1.6
Pulp Wood	15,645	1.6	9,669	1.4
Other Products of Forests	3,295	.3	1,952	.2
Totals	31,038	3.1	23,081	3.2
Manufactures and Miscellaneous:				
Refined Petroleum and its Products	15,252	1.5	36,920	5.2
Sugar	163		222	
Rails and Fastenings	581	.1	1,089	.2
Bar and Sheet Iron, Structural Iron, and Iron Pipe.....	6,198	.6	6,288	.9
Castings, Machinery and Boilers	1,975	.2	2,779	.4
Cement	57,182	5.7	5,202	.7
Brick and Artificial Stone	1,405	.1	3,005	.4
Lime and Plaster	17,980	1.8	39,204	5.5
Building Paper and Prepared Roofing Material	2,890	.3	1,794	.3
Beverages	116		40	
Fertilizers (all kinds)	4,993	.5	2,506	.4
Newsprint and Printing Paper	10,033	1.0	8,064	1.1
Chemicals and Explosives			1,132	.2
Canned Goods (all canned food products)	425		632	.1
Paper Bags and Wrapping Paper	6,116	.6	2,041	.3
Paperboard, Pulpboard and Wallboard	7,272	.7	6,042	.8
Other Manufactures and Miscellaneous	118,157	11.8	95,819	13.5
Totals	250,738	24.9	212,779	30.0
All L. C. L. Freight	9,230	.9	9,576	1.3
Grand Total, Carload and L. C. L. Traffic	1,006,553	100%	710,486	100%

TABLE I
DETROIT AND MACKINAC RAILWAY COMPANY
FREIGHT STATISTICS

	1942	1941
Number tons revenue freight carried	1,006,553	710,486
Number tons non-revenue freight carried ..	31,998	24,651
Total number tons of freight carried	1,038,551	735,137
Number revenue tons carried one mile	69,740,000	52,809,000
Number all tons carried one mile	72,233,000	54,719,000
Number revenue tons carried one mile, per mile of road	288,063	218,147
Number tons all freight carried one mile, per mile of road	298,360	226,024
Average distance haul of one ton revenue freight (miles)	69.34	74.31
Average distance haul of one ton all freight (miles)	71.75	77.01
Total freight revenue	\$1,003,887.30	\$ 723,024.72
Average amount received for each ton of freight .....	.99690	1.0176
Average receipts, per ton, per mile .....	.01439	.01369
Freight revenue, per mile of road	4,145.28	2,986.71
Freight revenue, per train mile	6.35	4.64
Average number of revenue tons, per train mile	637.00	456.56
Average number of all tons, per train mile	655.26	472.40
Average number of all tons, per loaded car mile	32.4	28.1
Average number of cars, per train mile ..	23.3	20.2

PASSENGER STATISTICS

Number of passengers carried	34,104	19,951
Number of passengers carried one mile	2,777,300	1,600,100
Number of passengers carried one mile, per mile of road	11,472	6,610
Average distance each passenger carried (miles)	81.43	80.20
Passenger revenue	\$ 56,958.81	\$ 27,976.42
Average amount received from each passenger	1.67	1.40
Average receipts, per passenger, per mile ..	.0205	.0175
Total passenger train earnings	\$ 127,749.31	\$ 92,424.20
Passenger earnings per mile of road	527.67	381.79
Passenger earnings, per train mile .....	.73	.60
Average number of passengers, per train mile	15.9	10.3

OPERATING STATISTICS

Gross revenue from operation	\$1,189,479.04	\$ 845,559.26
Gross revenue from operation, per mile of road	4,913.21	3,492.89
Operating expenses	728,314.96	643,292.35
Operating expenses, per mile of road	3,008.32	2,657.36
Operating expenses, per train mile	2.19	2.07
Net operating revenue	461,164.08	202,266.91
Net operating revenue, per mile of road ..	1,904.86	835.53
Ratio of expenses to earnings	61.22	76.10

TABLE J

DETROIT AND MACKINAC RAILWAY COMPANY

EQUIPMENT

Locomotives:

	1941	1942
Passenger	5	5
Freight	11	9
Switching	5	5
Totals	21	19

Passenger Cars:

Coaches	3	3
Cafe	1	1
Parlor	1	1
Gas Electric Combination Passenger, Baggage and Mail	2	2
Combination Passenger and Baggage	3	3
Combination Baggage and Mail	2	2
Baggage and Express Cars	15	15
Express Refrigerators	9	9
Totals	36	36

Freight Cars:

Box	195	195
Flat	41	41
Coal Cars	55	55
Refrigerators	1	1
Caboose Cars	9	9
Totals	301	301

In Company's Service:

Officers	1	1
Ballast	3	3
Derrick Cars	1	1
Flangers	11	11
Snow Plow	1	1
Jordon Spreader	1	1
Industrial Crane	1	1
Other Road Cars	75	73
Totals	94	91

Summary:

Total Number of Locomotives Owned	21	19
Total Number of Cars Owned	431	428

TABLE K

DETROIT AND MACKINAC RAILWAY COMPANY

STATEMENT OF TRACKS BUILT AND TAKEN UP DURING YEAR 1942

TRACKS BUILT

Track Order	YARD TRACKS, SIDINGS, AND SPURS	Location	Feet
1962	Extend Track 0-A	Orchard	120
1963	Extend Track 55	Pinconning	765
1969	Extend Track 52	Alpena	237
1979	Extend Track 5-B	Calcite	1121
1980	Build Track 5-C	Calcite	250
1988	Build Track 1	Kerston	536
Total	.....		3029

TRACKS TAKEN UP

Track Order	YARD TRACKS, SIDINGS, AND SPURS	Location	Feet
1964	Retire Track 88	McIvor	430
1965	Retire Track 89	Marks	1334
1966	Retire Part Track 159	Metz	1379
1968	Move Switch End Track 106	Oscoda	14
1970	Retire Part Track 158	Norwicki	187
1971	Retire Part Track 172	Millersburg	450
1972	Retire Part Track 171	Millersburg	922
1973	Retire Part Track 216 and 216-A	Tower	456
1975	Retire Track 0	Tawas City	1599
1976	Retire Track 2	Tawas City	1332
1977	Retire Part Track 1	Tawas City	790
1978	Retire Part Track 4	AuGres	656
1986	Retire Track 64	Arenac	451
1991	Retire Track 95	Tawas Beach	764
1992	Retire Part Track 92	Tawas Beach	1672
1999	Retire Track 14	Tawas Yard	248
Total	.....		12684

SUMMARY

	Miles
Tracks Taken Up	2.40
Tracks Built .....	.57
Net Decrease	1.83

